



# STATE OF NEVADA

Department of Conservation & Natural Resources

DIVISION OF ENVIRONMENTAL PROTECTION

*Jim Gibbons, Governor*

*Allen Biaggi, Director*

*Leo M. Drozdoff, P.E., Administrator*

## NOTICE OF PROPOSED ACTION

March 26, 2008

The Administrator, Division of Environmental Protection, Department of Conservation and Natural Resources, Carson City, Nevada is issuing the following Notice of Proposed Action under the authority of the Nevada Revised Statutes, the Nevada Administrative Code, and the Safe Drinking Water Act.

The Administrator has received a major modification and renewal application for an Underground Injection Control (UIC) permit, which has been drafted for public comment. Permit #UNEV89006 have been applied for by the following applicants: Grant Canyon Oil and Gas, LLC

1801 Broadway, Suite 350  
Denver, CO 80202

The applicants have submitted a major modification and a renewal application for UIC permit #UNEV89006 to inject fluids associated with conventional oil production into well #1 located in Section 21, T7N, R57E, and to add an injection well for ambient air enhanced oil recovery into well #3, located in Section 16, T7S, R57E, both in Nye County, Nevada. Temporary permit #UNEV89006T07 was issued in March 2007 for enhanced recovery. This temporary permit will be cancelled with the renewal of this permit.

The applicant is required to monitor injection pressure and rate. Additionally, the applicant is required to conduct periodic mechanical integrity tests of the wells and submit chemical analysis of the liquid injectate to demonstrate that degradation of the receiving formation will not occur. The injection zone has been characterized as a hydrocarbon producing zone. Injection pressure will not exceed that allowable per regulation.

On the basis of preliminary review, the Administrator has made a tentative determination to issue the UIC permit to authorize water discharge activities.

Persons wishing to comment on or object to the proposed determinations by the Administrator regarding permit issuance or to request a hearing pursuant to Nevada Administrative Code, Water Pollution Control, should submit their comments in writing by April 30, 2008 either in person or by mail to:

Nevada Division of Environmental Protection

This Document is for Electronic Distribution

Bureau of Water Pollution Control  
Attn: Brian Martinezmoles  
901 South Stewart Street; Suite 4001  
Carson City, NV 89701  
([bmartinezmoles@ndep.nv.gov](mailto:bmartinezmoles@ndep.nv.gov))

All comments or objections received within thirty days of newspaper publication will be considered in the formulation of final determinations regarding the application. If written comments indicate a significant degree of public interest in the proposed permit, the Administrator shall hold a public hearing. A public notice of such hearing will be issued not less than thirty days prior to the hearing date.

The application, draft permit, comments received, and other information are on file and may be copied at the office of the Division of Environmental Protection, or copies may be obtained by writing to the above address or by calling Brian Martinezmoles of the Bureau of Water Pollution Control at (775) 687-9439.

Please bring the foregoing notice to the attention of all persons whom you know would be interested in this matter.